Congress of the United States Washington, DC 20515

March 23, 2020

The Honorable Nancy Pelosi Speaker of the House United States House of Representatives H-232, U.S. Capitol Washington, D.C. 20515

The Honorable Mitch McConnell Majority Leader United States Senate S-230, U.S. Capitol Washington, D.C. 20510 The Honorable Kevin McCarthy Minority Leader United States House of Representatives H-204, U.S. Capitol Washington, D.C. 20515

The Honorable Charles Schumer Minority Leader United States Senate S-220, U.S. Capitol Washington, D.C. 20510

Dear Speaker Pelosi, Minority Leader McCarthy, Majority Leader McConnell, and Minority Leader Schumer:

As our nation grapples with the spread of the novel coronavirus, community and independent pharmacies will play a critical role in helping patients manage their care, including those with chronic and complex conditions most vulnerable to the disease. At the same time, many pharmacies are finding it increasingly difficult to stay in business due to unpredictable direct and indirect remuneration (DIR) fees imposed by pharmacy benefit managers (PBMs).

PBMs are companies hired by health insurers to manage prescription drug benefits. They sometimes assess fees on pharmacy transactions after the point of sale, which many pharmacies struggle to prepare for financially.

DIR fees grew by 45,000 percent between 2010 and 2017¹, and now, during this financial crisis in which pharmacies are already struggling, DIR fees will likely cause more pharmacies to close their doors. The past two years have seen the closure of approximately 2,000 pharmacies, largely due to DIR fees². As our healthcare system battles a national public health emergency, we should keep pharmacies open, which is what our constituents would expect of us during this crisis.

Ensuring the financial strength of our nation's community and independent pharmacies has never been more important than during the current outbreak. As negotiations on the next aid package move forward, we respectfully request that you consider pausing DIR fees on pharmacies for the remainder of 2020, and ensuring the fees prohibited during this time are not assessed on pharmacies after the coronavirus pandemic has ended.

We appreciate your consideration and look forward to working with you.

Sincerely,

Raja Krishnamoorthi Member of Congress

Vicente Gonzalez Member of Congress John Rose

Member of Congress

John Ov Rose

Earl L. "Buddy" Carter Member of Congress

Ewl J Gold Cart

¹ https://www.govinfo.gov/content/pkg/FR-2018-11-30/pdf/2018-25945.pdf

² http://www.nacds.org/pdfs/government/2020/AdvocateLeaveBehinds.pdf

Rick W. Allen Robert B. Aderholt Member of Congress Member of Congress Cindy Axne Brian Babin, D.D.S. Member of Congress Member of Congress Sanford Bishop Lisa Blunt Rochester Member of Congress Member of Congress Anthony Brindisi Tim Burchett Member of Congress Member of Congress Bradley Byrne Steve Chabot Member of Congress Member of Congress **Doug Collins** Rick Crawford Member of Congress Member of Congress Rodney Davis Abby Finkenauer Member of Congress Member of Congress Chuck Fleischmann **Brian Fitzpatrick** Member of Congress Member of Congress Lizzie Fletcher **Bob Gibbs** Member of Congress Member of Congress Louie Gohmert Paul A. Gosar, D.D.S. Member of Congress Member of Congress H. Morgan Griffith Michael Guest Member of Congress Member of Congress Andy Harris, M.D. Jody Hice Member of Congress Member of Congress French Hill John Joyce, M.D. Member of Congress Member of Congress

Trent Kelly

Member of Congress

Fred Keller

Member of Congress

Steve King

Member of Congress

David Kustoff Member of Congress

Dave Loebsack

Member of Congress

Barry Loudermilk Member of Congress

Roger Marshall, M.D. Member of Congress David B. McKinley P.E. Member of Congress

Cathy McMorris Rodgers Member of Congress Daniel P. Meuser Member of Congress

Steven M. Palazzo

Member of Congress

Bill Posey

Member of Congress

David P. Roe, M.D. Member of Congress Mike Rogers Member of Congress

C.A. Dutch Ruppersberger Member of Congress

Austin Scott

Member of Congress

Terri A. Sewell Member of Congress Jason Smith

Member of Congress

Darren Soto

Member of Congress

Ross Spano Member of Congress

Nydia M. Velázquez

Member of Congress

Peter Welch

Member of Congress

Bruce Westerman Member of Congress Steve Womack Member of Congress